

## State of Utah

## DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER
Executive Director

Division of Oil, Gas and Mining JOHN R. BAZA

Division Director

March 18, 2015

Certified Return Receipt 70140150000011942814

Eric York Intrepid Potash - Moab, LLC Highway 279 Potash Road P. O. Box 1208 Moab, Utah 84532

Subject: <u>Division Directive to Amend the Notice of Intention to Commence Large Mining</u>

Operations, Intrepid Potash, Cane Creek Mine, M/019/0005, Grand County, Utah

Dear Mr. York:

On March 17, 2015, the Division of Oil, Gas and Mining (Division) was notified by the Division of Water Quality (DWQ) that they approved Core Hole 44C. Although the core hole itself is permitted through DWQ, the Division of Oil, Gas and Mining requires an amendment to the mining permit to include all drilling sites and their associated disturbed surface area. Please submit the following items by April 13, 2015:

- 1) A completed Form MR-REV, available here: http://linux1.ogm.utah.gov/WebStuff/wwwroot/minerals/permit\_forms.html
- 2) A copy of the notification sent to DWQ, including the map, the well and plugging and abandonment diagrams, and cover letter. Please include an estimate of the size of the disturbed surface area associated with Core Hole 44C.
- 3) An updated Figure 106-2A, Well Locations Map, updated to show all well locations.
- 4) An updated Figure 106-3, Disturbed Area Delineation Map, that shows all disturbed areas and any reclaimed areas.
- 5) GIS shape files that include current disturbed areas, pipelines, facilities and other features depicted on Figure 106-3. Shape files need to use a NAD 83 projected coordinate system.

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Once the above information is provided, and based on the disturbed area associated with Core Hole 44V, the Division will calculate any additional surety that may be needed and notify Intrepid Potash of the amount of surety required.

Mike Bradley, the permit lead for Grand County, will be scheduling an inspection of this mine later this year. Please call him at 801-538-5332 or me at 801-538-5261 if you have questions concerning this letter. In reply, <u>please refer to file number M/019/0005</u>. Thank you for your cooperation.

Sincerely

Paul B. Baker

Minerals Program Manager

PBB:mpb:mj

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